

## Calendar No. 564

109TH CONGRESS  
2D SESSION**S. 3722**

To authorize the transfer of naval vessels to certain foreign recipients.

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## IN THE SENATE OF THE UNITED STATES

JULY 25, 2006

Mr. LUGAR (for himself, Mr. BIDEN, and Mr. LOTT) introduced the following bill; which was read twice and referred to the Committee on Foreign Relations

AUGUST 1, 2006

Reported by Mr. LUGAR, without amendment

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**A BILL**

To authorize the transfer of naval vessels to certain foreign recipients.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Naval Vessels Transfer  
5       Act of 2006”.

6       **SEC. 2. TRANSFERS BY GRANT.**

7       The President is authorized to transfer vessels to for-  
8       eign recipients on a grant basis under section 516 of the

1 Foreign Assistance Act of 1961 (22 U.S.C. 2321j), as fol-  
2 lows:

3 (1) LITHUANIA.—To the Government of Lith-  
4 uania, the OSPREY class minehunter coastal ships  
5 KINGFISHER (MHC-56) and CORMORANT  
6 (MHC-57).

7 (2) PORTUGAL.—To the Government of Por-  
8 tugal, the OLIVER HAZARD PERRY class guided  
9 missile frigates GEORGE PHILIP (FFG-12) and  
10 SIDES (FFG-14).

11 (3) TURKEY.—To the Government of Turkey,  
12 the OSPREY class minehunter coastal ship BLACK  
13 HAWK (MHC-58).

14 **SEC. 3. TRANSFERS BY SALE.**

15 The President is authorized to transfer vessels to for-  
16 eign recipients on a sale basis under section 21 of the  
17 Arms Export Control Act (22 U.S.C. 2761), as follows:

18 (1) TAIWAN.—To the authorities in Taiwan, the  
19 OSPREY class minehunter coastal ships ORIOLE  
20 (MHC-55) and FALCON (MHC-59).

21 (2) TURKEY.—To the Government of Turkey,  
22 the OSPREY class minehunter coastal ship  
23 SHRIKE (MHC-62).

1           (3) MEXICO.—To the Government of Mexico,  
2           the AUSTIN class amphibious transport dock ships  
3           OGDEN (LPD-5) and CLEVELAND (LPD-7).

4 **SEC. 4. GRANTS NOT COUNTED IN ANNUAL TOTAL OF**  
5 **TRANSFERRED EXCESS DEFENSE ARTICLES.**

6           The value of a vessel transferred to another country  
7           on a grant basis pursuant to authority provided by section  
8           2 shall not be counted against the aggregate value of ex-  
9           cess defense articles transferred to countries in any fiscal  
10          year under section 516 of the Foreign Assistance Act of  
11          1961.

12 **SEC. 5. COSTS OF CERTAIN TRANSFERS.**

13          Notwithstanding section 516(e)(1) of the Foreign As-  
14          sistance Act of 1961 (22 U.S.C. 2321j(e)(1)), any expense  
15          incurred by the United States in connection with a trans-  
16          fer authorized under section 2 shall be charged to the re-  
17          cipient.

18 **SEC. 6. REPAIR AND REFURBISHMENT IN UNITED STATES**  
19 **SHIPYARDS.**

20          To the maximum extent practicable, the President  
21          shall require, as a condition of the transfer of a vessel  
22          under this section, that the country to which the vessel  
23          is transferred have such repair or refurbishment of the  
24          vessel as is needed before the vessel joins the naval forces

1 of that country performed at a shipyard located in the  
2 United States, including a United States Navy shipyard.

3 **SEC. 7. APPROVAL OF TRANSFER OF NAVAL VESSELS TO**  
4 **FOREIGN NATIONS BY VESSEL CLASS.**

5 Section 7307(a) of title 10, United States Code, is  
6 amended by inserting “or vessels of that class” after “that  
7 vessel”.

8 **SEC. 8. EXPIRATION OF AUTHORITY.**

9 The authority to transfer a vessel under this Act shall  
10 expire at the end of the 2-year period beginning on the  
11 date of the enactment of this Act.



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